

BLANCHARD WALKER

A TRADITION OF EXCELLENCE SINCE 1917

BLANCHARD, WALKER, O'QUIN & ROBERTS
A PROFESSIONAL LAW CORPORATION

400 Texas Street, Suite 1400
Shreveport, LA 71101
Firm: 318.221.6858
Fax: 318.227.2967
Web: www.bwor.com

Mailing Address:
P.O. Drawer 1126
Shreveport, LA 71163-1126

March 22, 2007

WM. TIMOTHY ALLEN, III
Direct: 318.934.0217
Email: tallen@bwor.com

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 94275
Baton Rouge, Louisiana 70804-9275

RE: HEARING APPLICATION
Lower Cotton Valley Zone, Reservoir A
Ruston Field
Lincoln Parish, Louisiana
Our File No.250219.13

Dear Sir:

On behalf of ENSIGHT III ENERGY MANAGEMENT, LLC application is hereby made to the Commissioner of Conservation of the State of Louisiana for a public hearing to receive evidence concerning the issuance of an order pertaining to the following matters relating to the Lower Cotton Valley Zone, Reservoir A, in the Ruston Field, Lincoln Parish, Louisiana:

1. To create one (1) additional drilling and production unit (to be designated as LCV RA SUJ), as shown on the revised plat attached hereto, for the exploration for and production of gas and condensate from the Lower Cotton Valley Zone, Reservoir A, in the Ruston Field, Lincoln Parish, Louisiana;
2. To force pool and unitize all separately owned tracts, mineral leases, and other property interests within the proposed unit, with allocation of production from the unit well to the tracts within the unit to be on the basis of surface acreage;
3. To designate Ensign III Energy Management, LLC as the unit operator and to designate the Ensign III Energy Management, LLC - Sanderlin No. 1 Well, at the location shown on the revised plat attached hereto, as the unit well for the proposed LCV RA SUJ;
4. Except to the extent contrary herewith, to extend the provisions of Office of Conservation Order No. 164-Z, effective February 12, 1997, to the unit to be created hereby.
5. To permit the downhole combination of the Lower Cotton Valley Zone, Reservoir A and Feazel Sand of the Cotton Valley Formation, Reservoir A, in the wellbore of any well

drilled on LCV RA SUJ and FEAZEL RA SUA, in the Ruston Field, Lincoln Parish, Louisiana; and

6. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Lower Cotton Valley Zone, Reservoir A, in the Ruston Field, Lincoln Parish, Louisiana, is fully defined in Office of Conservation Order No. 164-Z, effective February 12, 1997.

The Feazel Sand of the Cotton Valley Formation, in the Ruston Field, Lincoln Parish, Louisiana, was fully defined in Office of Conservation Order No. 164-L, effective August 2, 1961.

Pertinent data regarding this application will be available for inspection at the offices of Blanchard, Walker, O'Quin & Roberts, Chase Tower, 400 Texas Street, Shreveport, Louisiana 71163-1126. Any person wishing to inspect such data should call Wm. Timothy Allen III at (318) 221-6858 during normal business hours or write Mr. Allen at the above address, in order to arrange a date and time for such inspection. A copy of any such pertinent data can be obtained at the expense of the requesting party.

A list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties (as defined in the Rules of Procedure) is attached hereto, and a copy of this notice, with the revised plat, is being sent to each of such persons. A reasonable effort has been made to determine that the enclosed list includes all of the persons to whom this notice must be sent under the Rules of Procedure.


By Pre-Application Notice dated March 7, 2007, Applicant advised the Commissioner of Conservation, the District Manager and all Interested Owners, Represented Parties and Interested Parties of applicant's intention to apply for the hearing which is the subject of this application. Applicant received no request for a Pre-Application Conference, and accordingly, no conference will be held.

A check in the amount of \$755.00 made payable to the Commissioner of Conservation is enclosed herewith as the statutory fee for holding the requested hearing.

This notice is being filed in duplicate, and a copy hereof is being sent to Mr. James C. Broussard, Shreveport District Manager of the Office of Conservation, and to each Interested Owner, Represented Party and Interested Party whose name is shown on the attached list.

Very truly yours,

BLANCHARD, WALKER, O'QUIN & ROBERTS

By: 
Wm. Timothy Allen III
Attorneys for Ensign III Energy Management, LLC

WTAIII:kmw
Enclosures

- cc: Mr. James C. Broussard, District Manager
Office of Conservation, Shreveport, La. (w/enclosures)
cc: Interested Owners, Represented Parties
and Interested Parties (w/copy of revised plat only)

